

Examiner Hearing – August 1, 2002  
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abandoning said well or securing Division approval for temporary abandonment thereof.

**CASE 12896:** Application of the New Mexico Oil Conservation Division for an Order Requiring Xeric Oil & Gas Corporation to Bring One Hundred Twenty-Five (125) Wells into Compliance with Rule 201.B, and Assessing Appropriate Civil Penalties; Lea, Roosevelt and Eddy Counties, New Mexico. The Applicant seeks an order requiring Xeric Oil & Gas Corporation to bring 125 inactive wells located in Lea, Roosevelt and Eddy Counties, New Mexico into compliance with OCD Rule 201.B by either restoring said wells to production or beneficial use, plugging and abandoning said wells or securing Division approval for temporary abandonment thereof, and seeks civil penalties. The affected wells are the following:

In Lea County, New Mexico:

| <u>API #</u> | <u>WELL NAME AND NUMBER</u> | <u>DISTRICT</u> | <u>COUNTY</u> | <u>TYPE</u> | <u>LAST PRODUCTION/<br/>INJECTION</u> | <u>ULSTR</u> |
|--------------|-----------------------------|-----------------|---------------|-------------|---------------------------------------|--------------|
| 30-025-03189 | East Pearl Queen Unit #001  | Hobbs           | Lea           | I           | 1-97 12-1992                          | B-22-19S-35E |
| 30-025-03186 | East Pearl Queen Unit #004  | Hobbs           | Lea           | O           | 1-97 12-1992                          | E-22-19S-35E |
| 30-025-03179 | East Pearl Queen Unit #006  | Hobbs           | Lea           | O           | 1-97 12-1992                          | G-22-19S-35E |
| 30-025-03183 | East Pearl Queen Unit #007  | Hobbs           | Lea           | I           | 1-97 11-1990                          | J-22-19S-35E |
| 30-025-03182 | East Pearl Queen Unit #008  | Hobbs           | Lea           | O           | 1-97 04-1990                          | K-22-19S-35E |
| 30-025-03185 | East Pearl Queen Unit #009  | Hobbs           | Lea           | I           | 1-97 12-1992                          | L-22-19S-35E |
| 30-025-03175 | East Pearl Queen Unit #011  | Hobbs           | Lea           | I           | 1-97 12-1992                          | N-21-19S-35E |
| 30-025-03174 | East Pearl Queen Unit #012  | Hobbs           | Lea           | O           | 1-97 12-1992                          | O-21-19S-35E |
| 30-025-03184 | East Pearl Queen Unit #014  | Hobbs           | Lea           | O           | 1-97 12-1989                          | M-22-19S-35E |
| 30-025-03181 | East Pearl Queen Unit #015  | Hobbs           | Lea           | I           | 1-97 12-1992                          | N-22-19S-35E |
| 30-025-03180 | East Pearl Queen Unit #016  | Hobbs           | Lea           | O           | 1-97 07-1986                          | O-22-19S-35E |
| 30-025-03188 | East Pearl Queen Unit #017  | Hobbs           | Lea           | I           | 1-97 12-1992                          | P-22-19S-35E |
| 30-025-03216 | East Pearl Queen Unit #018  | Hobbs           | Lea           | I           | 1-97 12-1992                          | B-27-19S-35E |
| 30-025-03217 | East Pearl Queen Unit #020  | Hobbs           | Lea           | I           | 1-97 08-1996                          | D-27-19S-35E |
| 30-025-03237 | East Pearl Queen Unit #021  | Hobbs           | Lea           | O           | 1-97 12-1992                          | A-28-19S-35E |
| 30-025-03235 | East Pearl Queen Unit #022  | Hobbs           | Lea           | I           | 1-97 12-1992                          | B-28-19S-35E |
| 30-025-03236 | East Pearl Queen Unit #023  | Hobbs           | Lea           | I           | 1-97 12-1992                          | G-28-19S-35E |
| 30-025-03238 | East Pearl Queen Unit #024  | Hobbs           | Lea           | I           | 1-97 12-1992                          | H-28-19S-35E |
| 30-025-03222 | East Pearl Queen Unit #026  | Hobbs           | Lea           | I           | 1-97 05-1990                          | F-27-19S-35E |
| 30-025-03215 | East Pearl Queen Unit #028  | Hobbs           | Lea           | I           | 1-97 12-1992                          | H-27-19S-35E |
| 30-025-03213 | East Pearl Queen Unit #030  | Hobbs           | Lea           | O           | 1-97 12-1989                          | I-27-19S-35E |
| 30-025-03220 | East Pearl Queen Unit #032  | Hobbs           | Lea           | I           | 1-97 11-1992                          | K-27-19S-35E |
| 30-025-03219 | East Pearl Queen Unit #037  | Hobbs           | Lea           | O           | 1-97 12-1992                          | O-27-19S-35E |
| 30-025-03295 | East Pearl Queen Unit #039  | Hobbs           | Lea           | O           | 1-97 04-1990                          | A-34-19S-35E |
| 30-025-03299 | East Pearl Queen Unit #041  | Hobbs           | Lea           | I           | 1-97 07-1994                          | C-34-19S-35E |
| 30-025-03298 | East Pearl Queen Unit #042  | Hobbs           | Lea           | I           | 1-97 02-1994                          | D-34-19S-35E |
| 30-025-03301 | East Pearl Queen Unit #043  | Hobbs           | Lea           | I           | 1-97 01-1993                          | E-34-19S-35E |
| 30-025-03300 | East Pearl Queen Unit #044  | Hobbs           | Lea           | I           | 1-97 12-1992                          | F-34-19S-35E |
| 30-025-03296 | East Pearl Queen Unit #045  | Hobbs           | Lea           | O           | 1-97 07-1973                          | G-34-19S-35E |
| 30-025-03302 | East Pearl Queen Unit #046  | Hobbs           | Lea           | I           | 1-97 12-1992                          | H-34-19S-35E |
| 30-025-03303 | East Pearl Queen Unit #049  | Hobbs           | Lea           | I           | 1-97 12-1992                          | J-34-19S-35E |

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developed on 320-acre spacing within that vertical extent, including the Southeast Crow Flats-Morrow Gas Pool; and the NW/4 to form a standard 160-acre gas spacing and proration unit for any and all formations and/or pools developed on 160-acre spacing within that vertical extent. Applicant requests that the pooling of the units be made effective as of the date of first production from its Hiawatha Fed. Com. Well No. 1 drilled and completed at an orthodox location in the SW/4 NW/4 of Section 10. Also to be considered will be the designation of Chi Operating, Inc. as operator of the well. The units are located approximately 13½ miles east-northeast of Artesia, New Mexico.

**CASE 12881: Continued from June 27, 2002, Examiner Hearing.**

**Application of Chi Energy, Inc. for compulsory pooling, Eddy County, New Mexico.** Applicant seeks an order pooling all uncommitted overriding royalty owners with respect to production from the surface to the base of the Morrow formation underlying the following described acreage in Section 10, Township 17 South, Range 28 East: The S/2 to form a standard 320-acre gas spacing and proration unit for any and all formations and/or pools developed on 320-acre spacing within that vertical extent, including the Southeast Crow Flats-Morrow Gas Pool; and the SW/4 to form a standard 160-acre gas spacing and proration unit for any and all formations and/or pools developed on 160-acre spacing within that vertical extent. Applicant requests that the pooling of the units be made effective as of the date of first production from its Coal Train Fed. Com. Well No. 1 drilled and completed at an orthodox location in the SW/4 SW/4 of Section 10. Also to be considered will be the designation of Chi Operating, Inc. as operator of the well. The units are located approximately 13½ miles east-northeast of Artesia, New Mexico.

**CASE 12905: Application of Pronghorn Management Corporation for Approval of a Salt Water Disposal Well, Lea County, New Mexico.** Applicant seeks approval to utilize its State "T" Well No. 2 (API No. 30-025-03735) located 4290 feet from the South line and 500 feet from the West line, (Unit L) Section 6, Township 16 South, Range 36 East, to dispose of produced water into the San Andres and Glorieta formations from a depth of 6000 feet to 6400 feet. This well is located approximately 2 miles west of Lovington, New Mexico.

**CASE 12866: Continued from June 27, 2002, Examiner Hearing.**

**Application of C. W. Trainer for approval of a salt water disposal well, Lea County, New Mexico.** Applicant seeks approval to utilize its State GA Well No. 6 (API No. 30-025-03687) located 660 feet from the North line and 990 feet from the West line (Unit D) of Section 16, Township 15 South, Range 36 East, to dispose of produced water into the San Andres and Glorieta formations from a depth of 4749 feet to 6230 feet. This well is located approximately 3 miles northeast of Lea County, New Mexico.

**CASE 12906: Application of the New Mexico Oil Conservation Division for an Order Requiring George A. Chase, Jr. to Bring One (1) Well into Compliance with Rule 201.B, and Assessing an Appropriate Civil Penalty; Eddy County, New Mexico.** The Applicant seeks an order requiring George A. Chase, Jr. to bring his Superior Federal Well No. 1 (API No. 30-015-10751), located 2310 feet from the North line and 1980 feet from the West line of Section 20, Township 16 South, Range 31 East, in Eddy County, New Mexico into compliance with OCD Rule 201.B by either restoring said well to production or beneficial use, plugging and abandoning said well or securing Division approval for temporary abandonment thereof.

**CASE 12907: Application of the New Mexico Oil Conservation Division for an Order Requiring McKay Oil Corporation to Bring One (1) Well into Compliance with Rule 201.B, and Assessing an Appropriate Civil Penalty; Chaves County, New Mexico.** The Applicant seeks an order requiring McKay Oil Corporation to bring its West Fork Federal Unit Well No. 4 (API No. 30-005-6281), located 1650 feet from the South and West lines of Section 32, Township 4 South, Range 22 East, in Chaves County, New Mexico into compliance with OCD Rule 201.B by either restoring said well to production or beneficial use, plugging and

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| <u>API#</u>  | <u>WELL NAME AND NUMBER</u> | <u>DISTRICT</u> | <u>COUNTY</u> | <u>TYPE</u> | <u>LAST PRODUCTION/<br/>INJECTION</u> | <u>ULSTR</u> |
|--------------|-----------------------------|-----------------|---------------|-------------|---------------------------------------|--------------|
| 30-025-03292 | East Pearl Queen Unit #051  | Hobbs           | Lea           | I 1-97      | 12-1992                               | L-34-19S-35E |
| 30-025-03294 | East Pearl Queen Unit #052  | Hobbs           | Lea           | O 1-97      | 12-1989                               | M-34-19S-35E |
| 30-025-03293 | East Pearl Queen Unit #053  | Hobbs           | Lea           | I 1-97      | 12-1992                               | N-34-19S-35E |
| 30-025-23302 | East Pearl Queen Unit #056  | Hobbs           | Lea           | O 1-97      | 12-1992                               | F-34-19S-35E |
| 30-025-23409 | East Pearl Queen Unit #057  | Hobbs           | Lea           | O 1-97      | 12-1992                               | K-34-19S-35E |
| 30-025-23427 | East Pearl Queen Unit #059  | Hobbs           | Lea           | O 1-97      | 12-1992                               | H-27-19S-35E |
| 30-025-31106 | East Pearl Queen Unit #077  | Hobbs           | Lea           | O 1-97      | 12-1993                               | I-28-19S-35E |
| 30-025-31121 | East Pearl Queen Unit #082  | Hobbs           | Lea           | O 1-97      | 01-1993                               | K-27-19S-35E |
| 30-025-11865 | Gregory C #001              | Hobbs           | Lea           | O 1-97      | 12-1992                               | C-33-25S-37E |
| 30-025-29203 | Jordan B #002               | Hobbs           | Lea           | O 1-97      | 05-1992                               | G-11-20S-35E |
| 30-025-20449 | Mesa Queen Unit #002        | Hobbs           | Lea           | I 1-97      | 12-1992                               | B-16-16S-32E |
| 30-025-20327 | Mesa Queen Unit #005        | Hobbs           | Lea           | I 1-97      | 12-1992                               | H-17-16S-32E |
| 30-025-20321 | Mesa Queen Unit #009        | Hobbs           | Lea           | I 1-97      | 07-1993                               | H-16-16S-32E |
| 30-025-20230 | Mesa Queen Unit #011        | Hobbs           | Lea           | I 1-97      | 12-1992                               | K-17-16S-32E |
| 30-025-20214 | Mesa Queen Unit #012        | Hobbs           | Lea           | O 1-97      | 05-1986                               | J-17-16S-32E |
| 30-025-20123 | Mesa Queen Unit #014        | Hobbs           | Lea           | I 1-97      | NONE                                  | L-16-16S-32E |
| 30-025-20585 | Mesa Queen Unit #016        | Hobbs           | Lea           | I 1-97      | 12-1992                               | J-16-16S-32E |
| 30-025-20556 | Mesa Queen Unit #017        | Hobbs           | Lea           | O 1-97      | 07-1991                               | M-17-16S-32E |
| 30-025-20564 | Mesa Queen Unit #019        | Hobbs           | Lea           | O 1-97      | 05-1986                               | O-17-16S-32E |
| 30-025-20269 | Mesa Queen Unit #020        | Hobbs           | Lea           | I 1-97      | 12-1992                               | P-17-16S-32E |
| 30-025-20255 | Mesa Queen Unit #021        | Hobbs           | Lea           | O 1-97      | 12-1977                               | M-16-16S-32E |
| 30-025-20439 | Mesa Queen Unit #022        | Hobbs           | Lea           | O 1-97      | 08-1974                               | D-20-16S-32E |
| 30-025-20988 | Mesa Queen Unit #023        | Hobbs           | Lea           | O 1-97      | 10-1986                               | C-20-16S-32E |
| 30-025-21216 | Mesa Queen Unit #024        | Hobbs           | Lea           | O 1-97      | 11-1983                               | E-20-16S-32E |
| 30-025-23483 | Mesa Queen Unit #025        | Hobbs           | Lea           | I 1-97      | 07-1988                               | N-16-16S-32E |
| 30-025-12512 | Mexico U #001               | Hobbs           | Lea           | O 1-97      | 04-1986                               | B-08-19S-38E |
| 30-025-30954 | Mexico U #003               | Hobbs           | Lea           | O 11-98     | 11-1998                               | B-08-19S-38E |
| 30-025-03325 | South Pearl Queen Unit #011 | Hobbs           | Lea           | I 1-97      | 12-1992                               | K-04-20S-35E |
| 30-025-03331 | South Pearl Queen Unit #013 | Hobbs           | Lea           | I 1-97      | 12-1992                               | P-05-20S-35E |
| 30-025-03324 | South Pearl Queen Unit #015 | Hobbs           | Lea           | I 1-97      | 09-1987                               | N-04-20S-35E |
| 30-025-03319 | South Pearl Queen Unit #019 | Hobbs           | Lea           | I 1-97      | 04-1986                               | N-03-20S-35E |
| 30-025-03342 | South Pearl Queen Unit #021 | Hobbs           | Lea           | I 1-97      | 12-1992                               | D-10-20S-35E |
| 30-025-03340 | South Pearl Queen Unit #023 | Hobbs           | Lea           | I 1-97      | 08-1996                               | B-09-20S-35E |
| 30-025-03343 | South Pearl Queen Unit #024 | Hobbs           | Lea           | O 1-97      | 03-1988                               | C-09-20S-35E |
| 30-025-03344 | South Pearl Queen Unit #025 | Hobbs           | Lea           | I 1-97      | 07-1988                               | D-09-20S-35E |
| 30-025-10589 | State Bd 36 #001            | Hobbs           | Lea           | O 1-97      | 10-1979                               | J-36-22S-37E |
| 30-025-34134 | Union State Ab #002         | Hobbs           | Lea           | O 1-98      | NONE                                  | B-30-20S-36E |
| 30-025-03247 | West Pearl Queen Unit #103  | Hobbs           | Lea           | O 1-97      | 12-1979                               | C-29-19S-35E |
| 30-025-03231 | West Pearl Queen Unit #107  | Hobbs           | Lea           | O 1-97      | 03-1980                               | C-28-19S-35E |
| 30-025-03254 | West Pearl Queen Unit #110  | Hobbs           | Lea           | I 1-97      | 02-1994                               | H-29-19S-35E |
| 30-025-03244 | West Pearl Queen Unit #112  | Hobbs           | Lea           | I 1-97      | 12-1992                               | F-29-19S-35E |

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| <u>API #</u> | <u>WELL NAME AND NUMBER</u> | <u>DISTRICT</u> | <u>COUNTY</u> | <u>TYPE</u> | <u>LAST PRODUCTION/<br/>INJECTION</u> | <u>ULSTR</u> |
|--------------|-----------------------------|-----------------|---------------|-------------|---------------------------------------|--------------|
| 30-025-03241 | West Pearl Queen Unit #117  | Hobbs           | Lea           | O 1-97      | 03-1980                               | K-29-19S-35E |
| 30-025-03248 | West Pearl Queen Unit #118  | Hobbs           | Lea           | I 1-97      | 12-1992                               | J-29-19S-35E |
| 30-025-03240 | West Pearl Queen Unit #119  | Hobbs           | Lea           | I 1-97      | 04-1994                               | I-29-19S-35E |
| 30-025-03224 | West Pearl Queen Unit #120  | Hobbs           | Lea           | I 1-97      | 06-1995                               | L-28-19S-35E |
| 30-025-03225 | West Pearl Queen Unit #121  | Hobbs           | Lea           | I 1-97      | 06-1995                               | K-28-19S-35E |
| 30-025-03228 | West Pearl Queen Unit #122  | Hobbs           | Lea           | I 1-97      | 12-1992                               | J-28-19S-35E |
| 30-025-03229 | West Pearl Queen Unit #124  | Hobbs           | Lea           | I 1-97      | 06-1992                               | O-28-19S-35E |
| 30-025-03242 | West Pearl Queen Unit #127  | Hobbs           | Lea           | I 1-97      | 06-1995                               | P-29-19S-35E |
| 30-025-03243 | West Pearl Queen Unit #129  | Hobbs           | Lea           | I 1-97      | 12-1994                               | N-29-19S-35E |
| 30-025-03250 | West Pearl Queen Unit #130  | Hobbs           | Lea           | O 1-97      | 03-1991                               | M-29-19S-35E |
| 30-025-03262 | West Pearl Queen Unit #134  | Hobbs           | Lea           | I 1-97      | 12-1992                               | B-31-19S-35E |
| 30-025-03273 | West Pearl Queen Unit #137  | Hobbs           | Lea           | O 1-97      | 06-1990                               | C-32-19S-35E |
| 30-025-03283 | West Pearl Queen Unit #140  | Hobbs           | Lea           | I 1-97      | 12-1992                               | D-33-19S-35E |
| 30-025-03285 | West Pearl Queen Unit #142  | Hobbs           | Lea           | I 1-97      | 08-1996                               | B-33-19S-35E |
| 30-025-03286 | West Pearl Queen Unit #143  | Hobbs           | Lea           | I 1-97      | 08-1996                               | A-33-19S-35E |
| 30-025-03288 | West Pearl Queen Unit #146  | Hobbs           | Lea           | I 1-97      | 06-1995                               | F-33-19S-35E |
| 30-025-03264 | West Pearl Queen Unit #152  | Hobbs           | Lea           | I 1-97      | 12-1992                               | H-31-19S-35E |
| 30-025-03267 | West Pearl Queen Unit #156  | Hobbs           | Lea           | I 1-97      | 12-1992                               | J-31-19S-35E |
| 30-025-20114 | West Pearl Queen Unit #157  | Hobbs           | Lea           | O 1-97      | 11-1989                               | I-31-19S-35E |
| 30-025-03269 | West Pearl Queen Unit #159  | Hobbs           | Lea           | O 6-97      | 12-1989                               | K-32-19S-35E |
| 30-025-22870 | West Pearl Queen Unit #163  | Hobbs           | Lea           | O 1-97      | 01-1993                               | D-33-19S-35E |
| 30-025-23083 | West Pearl Queen Unit #164  | Hobbs           | Lea           | O 1-97      | 03-1980                               | F-32-19S-35E |
| 30-025-23084 | West Pearl Queen Unit #165  | Hobbs           | Lea           | O 1-97      | 12-1979                               | K-29-19S-35E |
| 30-025-25365 | West Pearl Queen Unit #169  | Hobbs           | Lea           | O 1-97      | 10-1993                               | N-28-19S-35E |
| 30-025-30861 | West Pearl Queen Unit #191  | Hobbs           | Lea           | O 1-97      | 09-1993                               | M-28-19S-35E |
| 30-025-30867 | West Pearl Queen Unit #192  | Hobbs           | Lea           | O 1-97      | 01-1994                               | J-28-19S-35E |
| 30-025-31125 | West Pearl Queen Unit #202  | Hobbs           | Lea           | O 1-97      | 02-1995                               | B-32-19S-35E |
| 30-025-08551 | East Pearl Queen Unit #033  | Hobbs           | Lea           | I 9-99      | 09-1999                               | L-27-19S-35E |
| 30-025-11884 | Gregory A #005              | Hobbs           | Lea           | G 7-00      | 07-2000                               | I-33-25S-37E |
| 30-025-34621 | Lisa State #002             | Hobbs           | Lea           | O 5-00      | 05-2000                               | B-19-20S-36E |
| 30-025-20209 | Mesa Queen Unit #003        | Hobbs           | Lea           | O 10-99     | 10-1999                               | A-16-16S-32E |
| 30-025-03316 | South Pearl Queen Unit #007 | Hobbs           | Lea           | I 2-99      | 08-1999                               | F-03-20S-35E |
| 30-025-30864 | West Pearl Queen Unit #194  | Hobbs           | Lea           | O 11-00     | 11-2000                               | P-29-19S-35E |

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In Roosevelt County, New Mexico:

| <u>API #</u> | <u>WELL NAME AND NUMBER</u> | <u>DISTRICT</u> | <u>COUNTY</u> | <u>TYPE</u> | <u>LAST PRODUCTION/<br/>INJECTION</u> | <u>ULSTR</u> |
|--------------|-----------------------------|-----------------|---------------|-------------|---------------------------------------|--------------|
| 30-041-10201 | Horton Federal #008         | Hobbs           | Roosevelt     |             | 1-97 03-1984                          | K-30-08S-35E |
| 30-041-10105 | Horton Federal #009         | Hobbs           | Roosevelt     | I           | 1-97 03-1996                          | J-30-08S-35E |
| 30-041-10106 | Horton Federal #010         | Hobbs           | Roosevelt     | O           | 1-97 08-1995                          | A-30-08S-35E |
| 30-041-10109 | Horton Federal #013         | Hobbs           | Roosevelt     | O           | 1-97 04-1986                          | O-30-08S-35E |
| 30-041-10203 | Horton Federal #018         | Hobbs           | Roosevelt     | O           | 1-97 08-1995                          | E-29-08S-35E |
| 30-041-10113 | Horton Federal #019         | Hobbs           | Roosevelt     | O           | 2-97 08-1997                          | C-31-08S-35E |
| 30-041-10115 | Horton Federal #021         | Hobbs           | Roosevelt     | I           | 1-97 03-1996                          | L-29-08S-35E |
| 30-041-10120 | Horton Federal #026         | Hobbs           | Roosevelt     | I           | 1-97 03-1996                          | B-29-08S-35E |
| 30-041-10123 | Horton Federal #029         | Hobbs           | Roosevelt     | I           | 1-97 03-1996                          | H-29-08S-35E |
| 30-041-10130 | Horton Federal #030         | Hobbs           | Roosevelt     | O           | 1-97 06-1994                          | K-29-08S-35E |
| 30-041-20756 | Horton Federal #032         | Hobbs           | Roosevelt     | I           | NONE                                  | H-30-08S-35E |
| 30-041-20757 | Horton Federal #033         | Hobbs           | Roosevelt     | O           | 1-97 01-1996                          | G-30-08S-35E |
| 30-041-20753 | Horton Federal #035         | Hobbs           | Roosevelt     | O           | 1-97 01-1996                          | C-30-08S-35E |
| 30-041-10126 | Horton Federal #001         | Hobbs           | Roosevelt     | I           | 2-00 02-2000                          | 1-30-08S-35E |
| 30-041-10128 | Horton Federal #006         | Hobbs           | Roosevelt     | I           | 2-00 02-2000                          | 3-30-08S-35E |
| 30-041-10114 | Horton Federal #020         | Hobbs           | Roosevelt     | I           | 2-00 02-2000                          | D-29-08S-35E |
| 30-041-10122 | Horton Federal #028         | Hobbs           | Roosevelt     | O           | 11-00 11-2000                         | A-29-08S-35E |
| 30-041-20754 | Horton Federal #036         | Hobbs           | Roosevelt     | O           | 11-00 11-2000                         | B-30-08S-35E |

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In Eddy County, New Mexico:

| <u>API #</u> | <u>WELL NAME AND NUMBER</u> | <u>DISTRICT</u> | <u>COUNTY</u> | <u>TYPE</u> | <u>LAST PRODUCTION/<br/>INJECTION</u> | <u>ULSTR</u> |
|--------------|-----------------------------|-----------------|---------------|-------------|---------------------------------------|--------------|
| 30-015-22220 | Eddy Gf State #1            | Artesia         | Eddy          | G           | 12-1997                               | C-16-23S-27E |
| 30-015-22408 | Keohane Et Al B Federal #1  | Artesia         | Eddy          | G           | [12-1993<br>1-97]                     | E-28-18S-31E |

**CASE 12908:** In the matter of the hearing called by the Oil Conservation Division for an order creating, contracting, re-designating, and extending the vertical and horizontal limits of certain pools in Lea County, New Mexico.

(a) CREATE a new pool in Lea County, New Mexico classified as a gas pool for Morrow production and designated as the Southwest Austin-Morrow Gas Pool (Pool Code 96664). The discovery well is the Yates Petroleum Corporation Morton Unit Well No. 1 (API No. 30-025-33314) located in Unit B of Section 5,

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Township 15 South, Range 35 East, NMPM. Said pool would comprise:

TOWNSHIP 15 SOUTH, RANGE 35 EAST, NMPM

Section 4: S/2  
Section 5: N/2 and SE/4  
Section 9: NE/4  
Section 10: N/2

(b) CREATE a new pool in Lea County, New Mexico classified as an oil pool for San Andres production and designated as the North Bagley-San Andres Pool (**Pool Code 97159**). The discovery well is the Weststar Exploration Company TP State A Well No. 2 (**API No. 30-025-22013**) located in Unit O of Section 10, Township 11 South, Range 33 East, NMPM. Said pool would comprise:

TOWNSHIP 11 SOUTH, RANGE 33 EAST, NMPM

Section 10: SE/4

(c) CREATE a new pool in Lea County, New Mexico classified as a gas pool for Austin production and designated as the East Cerca-Austin Gas Pool (**Pool Code 97198**). The discovery well is the Yates Petroleum Corporation Chad AXA State Well No. 2 (**API No. 30-025-35656**) located in Unit P of Section 36, Township 13 South, Range 34 East, NMPM. Said pool would comprise:

TOWNSHIP 13 SOUTH, RANGE 34 EAST, NMPM

Section 36: E/2

(d) CREATE a new pool in Lea County, New Mexico classified as an oil pool for San Andres production and designated as the East Echol-San Andres Pool (**Pool Code 97182**). The discovery well is the Concho Oil and Gas Corporation Sundown State Well No. 2 (**API No. 30-025-35597**) located in Unit M of Section 14, Township 10 South, Range 37 East, NMPM. Said pool would comprise:

TOWNSHIP 10 SOUTH, RANGE 37 EAST, NMPM

Section 14: SW/4

(e) CREATE a new pool in Lea County, New Mexico classified as a gas pool for Atoka production and designated as the Northwest Eight Mile Draw-Atoka Gas Pool (**Pool Code 97028**). The discovery well is the Yates Petroleum Corporation Blitzen AUB State Well No. 1 (**API No. 30-025-01824**) located in Unit M of Section 16, Township 11 South, Range 34 East, NMPM. Said pool would comprise:

TOWNSHIP 11 SOUTH, RANGE 34 EAST, NMPM

Section 16: S/2

(f) CREATE a new pool in Lea County, New Mexico classified as a gas pool for Blinebry production and designated as the Southwest House-Blinebry Gas Pool (**Pool Code 97195**). The discovery well is the Capataz Operating Inc. Red Tag Well No. 2 (**API No. 30-025-35630**) located in Unit K of Section 2, Township 20 South, Range 38 East, NMPM. Said pool would comprise:

TOWNSHIP 20 SOUTH, RANGE 38 EAST, NMPM

Section 2: SW/4

(g) CREATE a new pool in Lea County, New Mexico classified as an oil pool for Cisco and Canyon production and designated as the West Maljamar-Cisco-Canyon Pool (**Pool Code 97160**). The discovery well